

OMB  
Mail Processing  
Section

FEB 26 2009

Washington, DC  
105

SECUR



09057136

SION

OMB APPROVAL

OMB Number: 3235-0123  
Expires: February 28, 2010  
Estimated average burden  
hours per response..... 12.00

SEC FILE NUMBER

8-66850

**ANNUAL AUDITED REPORT  
FORM X-17A-5  
PART III**

**FACING PAGE**

**Information Required of Brokers and Dealers Pursuant to Section 17 of the  
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder**

REPORT FOR THE PERIOD BEGINNING 01/01/08 AND ENDING 12/31/08  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: Global Credit Partners, LLC

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

OFFICIAL USE ONLY

FIRM I.D. NO.

19 Spear Rd. Ste 102

(No. and Street)

Ramsey

(City)

NJ

(State)

07446

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

Vincent Priolo

(201) - 669-3433

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

Wade J. Bowden & Company, CPAs. P.C.

(Name - if individual, state last, first, middle name)

3150 Hwy 278 NW, Ste 355 Covington, GA

(Address)

(City)

(State)

30014

(Zip Code)

**CHECK ONE:**

☒ Certified Public Accountant

☐ Public Accountant

☐ Accountant not resident in United States or any of its possessions

**PROCESSED**

**MAR 11 2009**

**THOMSON REUTERS**

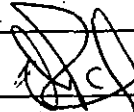
**FOR OFFICIAL USE ONLY**

\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

## OATH OR AFFIRMATION

I, Vincent C. Priolo, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Global Credit Partners, LLC., as of February 25, 20 09, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

JEROME GARCIA  
NOTARY PUBLIC  
STATE OF NEW JERSEY  
MY COMMISSION EXPIRES AUGUST 14, 2012



Signature

President / CEO  
Title

  
Notary Public

This report \*\* contains (check all applicable boxes):

- ☒ (a) Facing Page.
- ☒ (b) Statement of Financial Condition.
- ☒ (c) Statement of Income (Loss).
- ☐ (d) Statement of Changes in Financial Condition.
- ☒ (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- ☐ (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- ☒ (g) Computation of Net Capital.
- ☐ (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- ☒ (i) Information Relating to the Possession or Control Requirements Under Rule 15c3-3.
- ☒ (j) A Reconciliation, including appropriate explanation of the Computation of Net Capital Under Rule 15c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- ☐ (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- ☒ (l) An Oath or Affirmation.
- ☐ (m) A copy of the SIPC Supplemental Report.
- ☒ (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

**GLOBAL CREDIT PARTNERS, LLC**

FINANCIAL STATEMENTS FOR THE YEAR ENDED  
DECEMBER 31, 2008 AND INDEPENDENT  
AUDITORS' REPORT

***Wade J Bowden & Company, P.C.***

# **GLOBAL CREDIT PARTNERS, LLC**

---

## **Table of Contents**

---

Independent Auditors' Report.....	1
Financial Statements	
Statement of Financial Condition.....	2
Statement of Operations.....	3
Statement of Changes in Member's Equity .....	4
Statement of Cash Flows.....	5
Notes to Financial Statements.....	6
Supplementary Schedule I - Computation of Net Capital.....	9
Independent Auditors' Report on Internal Control.....	10

**WADE J BOWDEN & COMPANY**  
CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

**INDEPENDENT AUDITORS' REPORT**

To the Member and Directors  
GLOBAL CREDIT PARTNERS, LLC

We have audited the statement of financial condition of Global Credit Partners, LLC as of December 31, 2008 and the related statements of operations, changes in member's equity and cash flows for the year then ended that you are filing pursuant to rule 17a-5 under the Securities Exchange Act of 1934. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Global Credit Partners, LLC as of December 31, 2008 and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The information contained in the supplementary schedule is presented for purposes of additional analysis and is not a required part of the basic financial statements, but is supplementary information required by rule 17a-5 under the Securities Exchange Act of 1934. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Wade J. Bowden & Company*

Atlanta, Georgia  
February 13, 2009

# **GLOBAL CREDIT PARTNERS, LLC**

## **STATEMENT OF FINANCIAL CONDITION December 31, 2008**

### **ASSETS**

#### **CURRENT ASSETS:**

Cash	\$	344,103
Commissions receivable		856,001
Cash deposits with clearing organizations		253,277
Employee advances		9,274
Prepaid expenses		21,199

Total current assets		1,483,854
----------------------	--	-----------

#### **FURNITURE AND EQUIPMENT**

40,956

Less accumulated depreciation		(19,497)
-------------------------------	--	----------

Furniture and equipment - net		21,459
-------------------------------	--	--------

#### **OTHER ASSETS:**

Organizational costs, net of accumulated amortization of \$1,323		567
Deposits		8,299

Total other assets		8,866
--------------------	--	-------

TOTAL	\$	1,514,179
-------	----	-----------

### **LIABILITIES AND MEMBER'S EQUITY**

#### **CURRENT LIABILITIES:**

Commissions payable	\$	460,581
Accounts payable and accrued expenses		15,255

TOTAL LIABILITIES		475,836
-------------------	--	---------

#### **MEMBER'S EQUITY**

		1,038,343
--	--	-----------

TOTAL	\$	1,514,179
-------	----	-----------

See Independent Auditors' Report and  
Notes to Financial Statements.

# **GLOBAL CREDIT PARTNERS, LLC**

## **STATEMENT OF OPERATIONS FOR THE YEAR ENDED DECEMBER 31, 2008**

<b>COMMISSIONS</b>	<b>\$ 9,692,751</b>
<b>OPERATING EXPENSES:</b>	
Employee compensation and benefits	8,500,168
Clearing	198,268
Research	123,091
Insurance	109,318
Travel and entertainment	58,610
Rent	46,116
Office	33,941
Legal and professional fees	25,410
Telephone	19,261
Regulatory fees	8,957
Computer supplies	8,690
Utilities	6,211
Depreciation	5,851
Repairs and maintenance	5,740
Postage and delivery	2,212
Continuing education	1,103
Bank charges	580
Taxes	479
Amortization	378
<b>Total expenses</b>	<b>9,154,384</b>
<b>Earnings before other income &lt;expense&gt;</b>	<b>538,367</b>
<b>OTHER INCOME &lt;EXPENSE&gt;</b>	
Interest income	20,822
Charitable contributions	(14,300)
<b>Net other income</b>	<b>6,522</b>
<b>NET INCOME</b>	<b>\$ 544,889</b>

See Independent Auditors' Report and  
Notes to Financial Statements.

# **GLOBAL CREDIT PARTNERS, LLC**

## **STATEMENT OF CHANGES IN MEMBER'S EQUITY FOR THE YEAR ENDED DECEMBER 31, 2008**

MEMBER'S EQUITY, JANUARY 1	\$	493,454
NET INCOME		544,889
MEMBER'S EQUITY, DECEMBER 31	\$	1,038,343

See Independent Auditors' Report and  
Notes to Financial Statements.



# **GLOBAL CREDIT PARTNERS, LLC**

## **STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2008**

<b>OPERATING ACTIVITIES:</b>		
Net income	\$	544,889
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization		6,229
Increase in commissions receivable		(521,613)
Increase in deposits with clearing organizations		(4,420)
Increase in prepaid expenses		(3,938)
Increase in employee advances		(9,274)
Increase in deposits		(3,201)
Increase in commissions payable		200,602
Increase in accounts payable and accrued expenses		9,627
Net cash provided by operating activities		218,901
<b>NET INCREASE IN CASH</b>		<b>218,901</b>
<b>CASH AT BEGINNING OF YEAR</b>		<b>125,202</b>
<b>CASH AT END OF YEAR</b>	<b>\$</b>	<b>344,103</b>

See Independent Auditors' Report and  
Notes to Financial Statements.

# **GLOBAL CREDIT PARTNERS, LLC**

## **NOTES TO FINANCIAL STATEMENTS**

---

### **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### **Nature of Business**

Global Credit Partners, LLC (the Company) is a broker-dealer registered with the Securities and Exchange Commission (SEC) and is a member of various exchanges and became a member of the National Association of Securities Dealers (NASD) on June 20, 2005. The Company is located in New Jersey. The Company was organized as a Delaware limited liability company (LLC).

#### **Basis of Presentation**

The Company is engaged in a single line of business as a securities broker-dealer, which comprises several classes of services.

#### **Commissions**

Commissions and related clearing expenses are recorded on a trade-date basis as securities transactions occur. The transactions recorded on a settlement-date basis will not be materially different from the trade-date basis.

#### **Income Taxes**

The Company is a limited liability company for income tax reporting purposes, and as such, is not subject to income tax. Accordingly, no provision for income taxes is provided in the financial statements.

#### **Depreciation and Amortization**

Depreciation is provided on a straight-line basis using estimated useful lives of five and seven years. Amortization is provided on a straight-line basis using an estimated useful life of five years.

#### **Estimates**

The presentation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Company defines cash equivalents as highly liquid investments with original maturities of less than ninety days that are not held for sale in the ordinary course of business.

Concentration of Credit Risk

The Company maintains its cash in bank deposit accounts, which at times, may exceed federally insured limits. The Company has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk for cash.

**2. COMMISSIONS RECEIVABLE AND PAYABLE**

Commission revenue is derived as the Company acting as an agent buying and selling securities on behalf of its customers. In return for such services, the Company charges a commission. Each time a customer enters into a buy or sell transaction a commission is earned by the Company for its selling and administrative efforts. For securities purchased, the commission is recorded as a receivable from customers; for securities sold, it is recorded as reductions in the payable to customers. Commissions receivable for the year ended December 31, 2008 is \$856,001. Commissions payable for the year ended December 31, 2008 is \$460,581.

**3. RECEIVABLE - CLEARING ORGANIZATION**

The amounts receivable from the clearing organization for the year ended December 31, 2008 is \$253,277. The Company clears all of its customer transactions through a broker-dealer independent of the Company on a fully disclosed basis.

**4. NET CAPITAL REQUIREMENTS**

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (SEC Rule 15c3-1), which requires the maintenance of minimum net capital and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1 (and the rule of the "applicable" exchange also provides that equity capital may not be withdrawn or cash dividends paid if the resulting net capital ratio would exceed 10 to 1). At December 31, 2008, the Company had net capital of \$924,479, which was \$940,757 in excess of its required net capital of \$31,722. The Company's percentage of aggregate indebtedness to net capital was 49%.

**5. RELATED PARTY TRANSACTIONS**

The sole member's compensation was \$1,756,955 for the year ended December 31, 2008 which is reflected on the statement of operations as employee compensation and benefits.

**6. EXEMPTIVE PROVISION**

The Company meets all of the requirements for exemption from SEC Rule 15c3-3 with regard to the computation for determination of reserve requirements. The Company does not hold funds or securities for, or owe money or securities to, customers.

# GLOBAL CREDIT PARTNERS, LLC

## COMPUTATION OF NET CAPITAL UNDER RULE 15c3-1 OF THE SECURITIES AND EXCHANGE COMMISSION AS OF DECEMBER 31, 2008

<b>SCHEDULE 1</b>	
<b>TOTAL MEMBER'S EQUITY QUALIFIED FOR NET CAPITAL</b>	<b>\$ 1,038,343</b>
<b>DEDUCTIONS AND/OR CHARGES:</b>	
Nonallowable assets:	
Furniture and equipment - net	(21,459)
Prepaid expenses	(21,199)
Deposits	(8,299)
Organizational costs-net	(567)
Employee advances	(9,274)
Haircuts on securities positions	(5,066)
<b>NET CAPITAL</b>	<b>\$ 972,479</b>
<b>AGGREGATE INDEBTEDNESS:</b>	
Commissions payable	460,581
Accounts payable and accrued expenses	15,255
<b>Total aggregate indebtedness</b>	<b>475,836</b>
<b>COMPUTATION OF BASIC NET CAPITAL REQUIREMENT -</b>	
Minimum net capital required 6-2/3% of aggregate debt	31,722
<b>Excess net capital</b>	<b>940,757</b>
<b>Excess net capital at 1,000 percent</b>	<b>924,895</b>
<b>Percentage of aggregate indebtedness to net capital</b>	<b>49%</b>

The only audit adjustments were to depreciation and amortization expense and their respective contra-asset accounts. However, the adjustments provide for no difference reported in the net capital, above, and the Company's net capital, as reported in the Company's Part II (unaudited) FOCUS report as of December 31, 2008.

See Independent Auditors' Report

# **WADE J BOWDEN & COMPANY**

CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

## **REPORT ON INTERNAL CONTROL**

---

**REQUIRED BY  
SECURITIES EXCHANGE COMMISSION (SEC) RULE 17A-5  
FOR A BROKER-DEALER CLAIMING AN EXEMPTION FROM  
(SEC) RULE 15C3-3**

Board of Directors  
GLOBAL CREDIT PARTNERS, LLC

In planning and performing our audit of the financial statements and supplementary schedule of Global Credit Partners, LLC (the "Company"), as of and for the year ended December 31, 2008, we considered its internal control, including control activities for safeguarding securities, in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on internal control.

Also, as required by Rule 17a-5(g)(1) of the Securities and Exchange Commission ("SEC"), we have made a study of the practices and procedures followed by the Company, including tests of such practices and procedures that we considered relevant to the objectives stated in Rule 17a-5(g) in making the periodic computations of aggregate indebtedness (or aggregate debits) and net capital under Rule 17a-3(a)(11) and for determining compliance with the exemptive provisions of Rule 15c3-3. Because the Company does not carry securities accounts for customers or perform custodial functions relating to customer securities, we did not review the practices and procedures followed by the Company in any of the following:

1. Making quarterly securities examinations, counts, verifications, and comparisons
2. Recordation of differences required by Rule 17a-13
3. Complying with the requirements for prompt payment for securities under Section 8 of Federal Reserve Regulation T of the Board of Governors of the Federal Reserve System

The management of the Company is responsible for establishing and maintaining internal control and the practices and procedures referred to in the preceding paragraph. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of controls and the practices and procedures referred to in the preceding paragraph, and to assess whether those practices and procedures can be expected to achieve the SEC's above mentioned objectives. Two of the objectives of internal control and the practices and procedures are to provide management with reasonable but not absolute assurance that assets for which the Company has responsibility are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

See Independent Auditors' Report and  
Notes to Financial Statements.

10

3150 HWY 278NW, SUITE 355  
COVINGTON, GEORGIA 30014  
PH 770-500-9798  
FAX 678-868-1411  
[WBOWDEN@VOLCPA.COM](mailto:WBOWDEN@VOLCPA.COM)

Because of inherent limitations in any internal control or the practices and procedures referred to above, errors or fraud may occur and not be detected. Also, projection of any evaluation of them to future periods is subject to the risk that they may become inadequate because of changes in conditions or the effectiveness of their design and operation may deteriorate.

Our consideration of the internal control would not necessarily disclose all matters in internal control that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of the specific internal control components does not reduce to a relatively low level the risk that error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. However, we noted no matters involving the internal control, including control activities for safeguarding securities that we consider to be material weakness as defined above.

We understand that practices and procedures that accomplish the objectives referred to in the second paragraph of this report are considered by the SEC to be adequate for its purposes in accordance with the Securities Exchange Act of 1934 and related regulations, and that practices and procedures that do not accomplish such objectives in all material respects indicate a material inadequacy for such purposes. Based on this understanding and on our study, we believe that the Company's practices and procedures were adequate as of December 31, 2008 to meet the SEC's objectives.

This report is intended solely for the information and use of the Board of Directors, management, the SEC, and other regulatory agencies that rely on Rule 17a-5(g) under the Securities Exchange Act of 1934 in their regulation of registered brokers and dealers and is not intended to be used by anyone other than these specified parties.

*Wade J. Boudin & Company*

Atlanta, Georgia  
February 13, 2009

See Independent Auditors' Report and  
Notes to Financial Statements.

END